LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **SEPTEMBER 11, 2007**, upon the application of **SGS NATURAL GAS OPERATING, LLC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **James Formation**, **Reservoir B**, in the Spider Field, DeSoto Parish, Louisiana.

- 1. To create one (1) additional drilling and production unit for the exploration of and the production of gas and condensate for the James Formation, Reservoir B.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property within the proposed units in accordance with Section 10, Title 30 of the Louisiana Revised Statutes of 1950, with each tract to share in the unit production on a surface acreage basis of participation.
- 3. To designate a unit operator and unit well where applicable.
- 4. To extend the provisions of Office of Conservation Order No. 92-M-9, effective March 15, 2005, to the proposed JAMES RB SUQ and all other applicable Statewide Orders to he proposed unit.
- 5. To consider such other matters as may be pertinent.

The James Formation, Reservoir B, was defined in Office of Conservation Order No. 92-M-9, effective March 15, 2005.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 8/7/07;8/10/07 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.